

Task: 5569  
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DIV. OF OIL, GAS & MINING

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING  
1594 West North Temple Suite 1210  
Box 145801  
Salt Lake City, Utah 84114-5801  
Telephone: (801) 538-5291 Fax: (801) 359-3940

NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The information requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program (R647). The rules and Act are available online at <http://www.rules.utah.gov/publicat/code/r647/r647.htm> and [http://le.utah.gov/~code/TITLE40/40\\_08.htm](http://le.utah.gov/~code/TITLE40/40_08.htm).

Cultural Resources Survey: To fulfill its obligations under Utah Code Annotated 9-8-404, the Division needs cultural resource (archaeology) information. The amount and type of information required will depend on the mine location, the history of previous disturbance, and other factors. Please contact the Division for further information.

A permit fee of \$150 must accompany this application (Utah Code Ann. §40-8-7(1)(i)) and is due annually.

"Small Mining Operations" are operations which have a disturbed area of ten or fewer surface acres at any time in unincorporated areas, or five acres or fewer in incorporated areas.

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I. **GENERAL INFORMATION** (Rule R647-3-104)

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1. Name of Mine: The Hideout – Turn around project
- 2.A. Name of Entity Applying for a Permit: C.E. Butters Realty and Const. Inc.  
Contact (Authorized Officer): Kevin Butters  
Mailing Address: 760 N Harrisville Rd  
City, State, Zip: Harrisville Utah 84404  
Phone: 801-782-2088 cell 801-940-6100 Fax: 801-782-1515  
E-mail Address: KevinBButters@gmail.com

Entity is a: (x) Corporation, ( ) LLC, ( ) Sole Proprietorship (dba), ( ) Individual,  
( ) Partnership (General, or limited), ( ) Other (specify type) \_\_\_\_\_

**Business Entity (not individuals) must be registered (and maintain registration) with the State of Utah, Division of Corporations (DOC)** If not currently registered, contact [www.commerce.utah.gov](http://www.commerce.utah.gov) to renew or apply.

- 2.B. Are you currently registered to do business in the State of Utah? (x) Yes ( ) No  
Business Entity #: 997932-0142  
Local Business License #: \_\_\_\_\_ (if required)  
Issued by: County: \_\_\_\_\_ or City: \_\_\_\_\_

Registered Utah Agent (as identified with the Utah DOC) (if individual leave blank):

Name: Kent Butters Title: President

Mailing Address: 760 N Harrisville Rd

City, State, Zip: Harrisville Utah 84404

Phone: 801-782-2088 cell 801-940-7600 Fax: 801-782-1515

E-mail Address: \_\_\_\_\_



**2.C. Entity's Representative(s) (if different from #2A) authorized and designated to receive notices of violation, cessation orders, and all other notices to be given to the permittee or operator by the Division.**

Name: \_\_\_\_\_ Title: \_\_\_\_\_  
Address: \_\_\_\_\_  
City, State, Zip: \_\_\_\_\_  
Phone: \_\_\_\_\_ Fax: \_\_\_\_\_  
Emergency, Weekend, or Holiday Phone: \_\_\_\_\_  
E-mail Address: \_\_\_\_\_

Name: \_\_\_\_\_ Title: \_\_\_\_\_  
Address: \_\_\_\_\_  
City, State, Zip: \_\_\_\_\_  
Phone: \_\_\_\_\_ Fax: \_\_\_\_\_  
Emergency, Weekend, or Holiday Phone: \_\_\_\_\_  
E-mail Address: \_\_\_\_\_

**3. If Business is a Sole Proprietor (dba) or Individual:**

Name of Owner: \_\_\_\_\_ Title: \_\_\_\_\_  
Business Address: \_\_\_\_\_  
City, State, Zip: \_\_\_\_\_  
Phone: \_\_\_\_\_ Fax: \_\_\_\_\_  
E-mail Address: \_\_\_\_\_

**If Business is a Corporation:**

Name of Officers: Kent Butters Title: President

Name: Craig Butters Title: Vice President

Name: Becky Butters Title: Sec/treasure

Name: \_\_\_\_\_ Title: \_\_\_\_\_

Headquarters Address: Same as above

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

**If Business is a Limited Liability Company: Member Managed ( ☐ ) Manager Managed ( ☐ )**

Name of 1<sup>st</sup> Member/Manager: \_\_\_\_\_ Title: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

Name of 2<sup>nd</sup> Member/Manager: \_\_\_\_\_ Title: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

**If Business is a Partnership:**

Names of Partners: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

**If Business is a Partnership:**

Names of Partners: \_\_\_\_\_

Business Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

E-mail Address: \_\_\_\_\_

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## 5. Ownership of Land Surface:

Private (Fee) (x) BLM ( ) US Forest Service ( )  
 State Trust Land/School Sections ( ) State Sovereign Lands ( )  
 Other (please describe):

Name The Hideout - c/o John Lewis Address 5577 east elkhorn dr eden Utah 84310

Name \_\_\_\_\_ Address \_\_\_\_\_

Name \_\_\_\_\_ Address \_\_\_\_\_

Name \_\_\_\_\_ Address \_\_\_\_\_

## 6. Ownership of Minerals:

Private (Fee) (x) BLM ( ) US Forest Service ( )  
 State Trust Land/School Sections ( ) State Sovereign Lands ( )  
 Other (please describe):

Name The Hideout - c/o John Lewis Address 5577 east elkhorn dr eden Utah 84310

Name \_\_\_\_\_ Address \_\_\_\_\_

Name \_\_\_\_\_ Address \_\_\_\_\_

Name \_\_\_\_\_ Address \_\_\_\_\_

BLM Claim Number(s): \_\_\_\_\_

Utah State Lease Number(s): \_\_\_\_\_

BLM/USFS Lease or Project File Number(s): \_\_\_\_\_

Name of Lessee(s): \_\_\_\_\_

7. Have the above surface and mineral owners been notified in writing? Yes x No \_  
 If no, why not? Work being performed for above entity

8. Does the Entity have legal right to enter and conduct mining operations on the land covered by this notice? Yes x No Not a mine it is a road project KB

What is the pre-mining land use, i.e. cropland, grazing, wildlife habitat? \_\_\_\_\_

What is the postmining land use? Road - Turn around - parking - Camping

Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration prior to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.

II. PROJECT LOCATION & MAP (Rule R647-3-105)

1. Project Location & Map (legal description): The Hideout

County(ies): cache

\_\_\_\_\_ ne 1/4, of nw 1/4, of nw 1/4, Section:29 Township: 9 north Range: 3 East \_\_\_\_\_  
 per Dogm

UTM East: \_\_\_\_\_ (if known) UTM North: \_\_\_\_\_ (If known)

Name of Quad Map for Location: \_\_\_\_\_

2. Is the project within an incorporated area? ( ) Yes (x) No



If yes, what is the town or city? \_\_\_\_\_

3. **Location and Operations maps** must be plotted at a scale to accurately identify locational landmarks and operations details. All maps must include a north arrow, scale, appropriate labels, and title box including the mine name, township, range and section.
- a. The **general location map** must be the scale of a USGS 7.5 minute series map or equivalent (1"=2000') and identify new or existing access roads. **Exhibit a**
- b. The **operations map** (1"=200' or other scale as determined necessary by the Division) must be labeled and identify:
- i. **The area to be disturbed:** - ~~technically none since it's a road and turn-around~~ **5 ACRES KB**
- ii. The location of any existing or proposed operations including access roads, drill holes, trenches, pits, shafts, cuts, or other planned activities; and - **The entire project is for access**
- iii. Any adjacent previous disturbance for which the operator is not responsible. The old road

(Contact the Division for a list of consultants and land surveyors for mapping assistance.)

4. The proposed (5 acre or less) disturbed area (including access/haul roads) should be marked ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye. There is no disturbed area but we will mark the future extent of the turn-around with temporary stakes if desired

III. **OPERATION PLAN** (Rule R647-3-106)

1. **Type of mining:** Surface (X) Underground ( ) None
2. **Mineral(s) to be mined:** Unregulated unconsolidated sand gravel and rock aggregate removable by tracked excavator
3. **Amount of material to be extracted, moved, or proposed to be moved** about 8100 moved and regarded or used elsewhere on the projects roads **340<sup>3</sup> KB**
4. Will any **water, liquid chemicals, reagents, or other solutions** be used, produced or discharged as part of the mining or milling process? Yes ( ) No (X) If yes, please describe (add extra pages if needed): \_\_\_\_\_
5. Provide a brief **description of the proposed mining operation**, and onsite processing facilities (add extra pages if necessary). Tracked excavator - grizzly to remove oversized rocks - loader - water truck for dust control
6. ( ) **New Road(s):** Length \_\_\_\_\_ (ft), Width \_\_\_\_\_ (ft)
7. (X) **Improved Road(s):** Describe improvements that need to be made to existing roads to access the site, including the Length \_\_\_\_\_ (ft) and Width \_\_\_\_\_ (ft) of new disturbances.  
**4 to 5 acre turn around and parking**
8. Total project surface **acreage to be disturbed:** 0-5.0 (acres) PLEASE SPECIFY **EXACT** ACREAGE (this will be used to determine surety bond amount - see #VI). **5 ACRES KB**
9. Proposed **startup date** (month, year): in progress



10. Proposed **completion**, if known (month, year): 3-5 years when all primary and secondary roads are complete

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**IV. OPERATION AND RECLAMATION PRACTICES** (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover or within practical limits. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining. Please refer to The Practical Guide to Reclamation in Utah, available at:

[https://fs.ogm.utah.gov/pub/MINES/Coal\\_Related/RecMan/Reclamation\\_Manual.pdf](https://fs.ogm.utah.gov/pub/MINES/Coal_Related/RecMan/Reclamation_Manual.pdf).

Premining the area had no vegetation very rocky – see photos – Post project is turn around parking and camp site

1. *Keep the mining operation in a safe, clean, and environmentally stable condition. - yes*
2. *Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.- none*
3. *Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination. - none*
4. *Construct berms, fences, or barriers, when needed, above highwalls and excavations.= none*
5. *Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations. Oil spills treated onsite*
6. *Remove all waste or debris from stream channels. - none*
7. *Dispose of any trash, scrap metal, wood, machinery, and buildings. – we will*
8. *Conduct mining activities so as to minimize erosion and control sediment. – flows into existing channels – most will pond under the gravel and recharge aquifer*
9. *Reclaim all roads that are not part of a permanent transportation system. – project is all part of the permanent transportation system*
10. *Stockpile topsoil and suitable overburden prior to mining. = there was no topsoil nor vegetation*
11. *Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden. = site is being flattened*
12. *Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough. = no seeding*
13. *Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)= no seeding*
14. *Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed. No seeding*

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V. **VARIANCE REQUEST** (Rule R647-3-110)

Any variance must be approved writing *in advance* by the Division

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measures to be utilized to meet the intent of the rule. Written approval from the Division will be given, if the proposed alternative methods to be used are consistent with the Act.

Are variances being requested? Yes (~~24~~) No (X)

Variance Requested

~~1~~ Exempt sand gravel and rock aggregate not in bedrock

Item # ~~Applicable Rule title 40 chapter 8 section 4 paragraph 14 b (i)~~

Justification: not a mine its sand, gravel and rock aggregate in non bedrock material with no ripping with dozer nor blasting - see your published primer from your website by Mary Ann Wright

~~Also there is no disturbance the disturbed area is part of a subdivision and is a turn-around and parking area - also there is no post mining reclamation needed~~

Alternate methods or measure to be utilized: \_\_\_\_\_

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Attach additional page(s) if more variances are requested.

VI. **SURETY** (Utah Code Ann. §40-8-7(1)(c))

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A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations. No surface disturbance is authorized until the surety is posted and approved in writing. The surety may be provided in the form of a certificate of deposit, a letter of credit, a surety bond, or cash. Please contact the Division for further information about submitting the surety. All mining operations are required to furnish and maintain reclamation surety to guarantee that the land affected is reclaimed (Utah Code Ann. §40-8-7(1)(c)).

The reclamation surety amount is based on the nature, extent and duration of operations. The amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. Reclamation surety for small mines is reviewed every three (3) or five (5) years and adjusted as necessary for inflation/deflation based upon acceptable Costs Index. Contact the Division for the dollar amount required for a three (3) or five (5) year period for this project.

We have calculated an amount (\$31,000) in excess of what we understand the amount is for 5 acres with five year escalation (\$27,500 in 2012) - this amount was extrapolated based on the \$25,000.00 amount for 4 acres escalated - The division did not answer the phone

We do not believe this is a mine nor do we believe there is reclamation involved we are providing this information and bonding under duress and in an attempt to mitigate our damages should our appeals be unsuccessful



VII. SIGNATURE REQUIREMENT

**CERTIFICATION**

I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. **This certification must be signed by:** (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; or (4.) the member or manager if applicant is a limited liability company.

Signature: Kevin Butters Date: 8-30-13  
Name (typed or printed): KEVIN BUTTERS  
Title/Position (if applicable): mgr

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EXHIBIT A

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